

State of Utah

Department of Natural Resources

> MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

December 7, 2005

CERTIFIED RETURN RECEIPT 7002 0510 0003 8603 2649

Mr. David Penney 2400 East 30 South Box 312 Beaver, Utah 84713-0312

Subject: Extension Beyond 90 Days, Cessation Orders, Penney's Gemstones, Sliver 1-2,

MC-2005-04-05, S/001/035, Beaver County, Utah and Little Spot, MC-2005-

04-04, S/027/024, Millard County Utah

Dear Mr. Penney:

This letter is in response to your December 7, 2005 email, wherein you request a time extension to complete the abatement for the above referenced Cessation Orders. For the Sliver 1-2 Mine, the Division understands the difficulty in obtaining either a lease from Mr. Truman or his permission to enter the property for reclamation purposes. In light of this situation, we will extend the abatement period in order to allow the time necessary to resolve the situation and to allow time to hold the informal conference, which you have requested.

The reclamation you have completed at the Little Spot Mine has addressed most of the issues associated with the Cessation Order at that site. The one remaining issue is with the reclamation bond for the site. We will extend the abatement period on this issue to allow for the informal conference, which you have requested.

Modifications to the Cessation Orders are attached. Please pay particular attention to the revised abatement deadlines. We thank you for your cooperation and are hoping to come to a speedy resolution to these outstanding orders.

If you have any questions regarding this action please contact me at 801-538-5325.

Sincerely,

Daron Haddock Permit Supervisor

Minerals Regulatory Program

DRH:jb

Attachments: Modifications to CO's
1594 West North Temple, Suite 1210, PO Box 16591 Salt Lake (1790174.1 Little Spot) non-compliance extension 90 days.doc telephone (801) 538-5340 • facsimile (801) 359-3940 • 1119 (801) 538-7458 • www.ogm.utah.gov

Utah!

Haddock